

AUGUST 24, 1981

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON AUGUST 24, 1981, AT 10:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

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OIL, GAS & HYDROCARBON LEASE APPLICATIONS - APPROVED J.B. m.h.

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 39301	T15S, R5W, SLM	Millard
Milan S. Papulak	Section 11: E $\frac{1}{2}$ NE $\frac{1}{4}$	80.00 acres
28 $\frac{1}{2}$ East 2050 South		
Bountiful, UT 84010		

Min. Lease Appl. No. 39303	T1S, R23E, SLM	Uintah
F.M. Tully	Section 1: SW $\frac{1}{4}$ SW $\frac{1}{4}$	760.00 acres
500 Dahlia Street	Section 11: E $\frac{1}{2}$ NE $\frac{1}{4}$	
Denver, CO 80220	Section 12: NW $\frac{1}{4}$ NE $\frac{1}{4}$ , N $\frac{1}{2}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ NW $\frac{1}{4}$	
	Section 16: S $\frac{1}{2}$ N $\frac{1}{2}$ , S $\frac{1}{2}$	

Min. Lease Appl. No. 39309	T1S, R24E, SLM	Uintah
F.M. Tully	Section 6: Lots 3,4, SW $\frac{1}{2}$ SE $\frac{1}{4}$	712.88 acres
500 Dahlia Street	Section 7: NW $\frac{1}{4}$ NE $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$	
Denver, CO 80220	Section 17: S $\frac{1}{2}$ NE $\frac{1}{4}$ , NW $\frac{1}{4}$ , NE $\frac{1}{4}$ SW $\frac{1}{4}$ , N $\frac{1}{2}$ SE $\frac{1}{4}$	
	Section 18: Lot 3, N $\frac{1}{2}$ NE $\frac{1}{4}$	
	Section 28: SE $\frac{1}{4}$ SE $\frac{1}{4}$	

OIL, GAS & HYDROCARBON LEASE APPLICATIONS - PARTIALLY APPROVED J.B. m.h.  
AND PARTIALLY REJECTED

Upon recommendation of Mr. Blake, the Director partially approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The application has been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available have been approved. The Director rejected the lands as listed below and ordered the refund of the advance rental on the rejected portion.

Min. Lease Appl. No. 39308	T2S, R24E, SLM	Uintah
F.M. Tully	Section 2: All	758.36 acres
500 Dahlia Street	Section 17: NW $\frac{1}{4}$ SW $\frac{1}{4}$ , SW $\frac{1}{4}$ NW $\frac{1}{4}$	
Denver, CO 80220		

REJECTED PORTION:	T2S, R24E, SLM
	Section 17: SE $\frac{1}{4}$ NW $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$ , NE $\frac{1}{4}$ SE $\frac{1}{4}$
	Section 28: SE $\frac{1}{4}$ SW $\frac{1}{4}$ , W $\frac{1}{2}$ SE $\frac{1}{4}$

REJECTED: Minerals were reserved to the United States

REFUND: \$240.00

METALLIFEROUS MINERALS LEASE APPLICATIONS - APPROVED J.B. m.u.

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 39302	T24S, R23E, SLM	Grand
Karl D. Blomquist	Section 16: Lot 6, SW $\frac{1}{4}$ SW $\frac{1}{4}$	69.11 acres
1262 Iris Lane		
Salt Lake City, UT 84107		

Min. Lease Appl. No. 39304	T26S, R20E, SLM	Grand
Karl D. Blomquist	Section 13: Lot 3	San Juan
1262 Iris Lane	Section 24: Lots 1,2,3,4	1142.11 acres
Salt Lake City, UT 84107	Section 25: Lots 1,2,3, W $\frac{1}{2}$ NE $\frac{1}{4}$ , NW $\frac{1}{4}$ SE $\frac{1}{4}$	
	Section 36: Lots 1,2,3,4	

T26S, R21E, SLM  
Section 19: Lot 1  
Section 30: Lots 1,2,3,4,5,6,7  
Section 31: Lots 1,2,3,4,5,6,7

T27S, R21E, SLM  
Section 6: Lots 1,2,3,6,7,8,9,10,11,12,13  
Section 7: Lots 1,2,3,4

REFUND: \$33.00 (incorrect acreage)

Min. Lease Appl. No. 39306	T11S, R19W, SLM	Juab
Golden Age Minerals, Inc.	Section 36: All	640.00 acres
39 Exchange Place #22		
Salt Lake City, UT 84111		

METALLIFEROUS MINERALS LEASE APPLICATIONS - PARTIALLY APPROVED J.B. m.u.  
AND PARTIALLY REJECTED

Upon recommendation of Mr. Blake, the Director partially approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The application has been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available have been approved. The Director rejected the lands as listed below and ordered the refund of the advance rental on the rejected portion.

Min. Lease Appl. No. 39305	T24S, R23E, SLM	Grand
Karl D. Blomquist	Section 2: SW $\frac{1}{4}$ NW $\frac{1}{4}$	40.00 acres
1262 Iris Lane		
Salt Lake City, UT 84111		

REJECTED PORTION: T24S, R23E, SLM  
Section 16: NE $\frac{1}{4}$ SW $\frac{1}{4}$

REJECTED: Conflict with ML 31284

REFUND: \$40.00

COAL LEASE APPLICATIONS - APPROVED J.B. m.H.

Upon recommendation of Mr. Blake, the Director approved the Coal lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 39312	T16S, R26E, SLM	Grand
James R. Bradley	Section 16: $W\frac{1}{2}$	937.76 acres
943 McClelland	Section 32: All	
Salt Lake City, UT 84105		

Min. Lease Appl. No. 39313	T16S, R25E, SLM	Grand
James R. Bradley	Section 36: All	640.00 acres

COAL LEASE APPLICATIONS - REJECTED J.B. m.H.

Upon recommendation of Mr. Blake, the Director rejected the Coal lease applications listed below and ordered a refund of the advance rentals to the applicant. The filing fees are forfeited to the State of Utah.

Min. Lease Appl. No. 39310	T19S, R21E, SLM	Grand
James R. Bradley	Section 2: $N\frac{1}{2}$	354.00 acres
943 McClelland	Section 5: All	
Salt Lake City, UT 84105		

REJECTED: Conflict with ML 29637

REFUND: \$354.00

Min. Lease Appl. No. 39311	T18S, R23E, SLM	Grand
James R. Bradley	Section 36: All	626.92 acres
943 McClelland		
Salt Lake City, UT 84105		

REJECTED: Conflict with August Simultaneous

REFUND: \$627.00

Min. Lease Appl. No. 39314	T16S, R24E, SLM	Grand
James R. Bradley	Section 36: All	640.00 acres
943 McClelland		
Salt Lake City, UT 84105		

REJECTED: Conflict with August Simultaneous

REFUND: \$640.00

GYPSUM LEASE APPLICATIONS - APPROVED J.B. m.H.

Upon recommendation of Mr. Blake, the Director approved the Gypsum lease application listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The application has been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 39307	T22S, R8E, SLM	Emery
WXW Partners	Section 36: All	1354.75 acres
4780 Bonair Street		
Salt Lake City, UT 84117	T23S, R8E, SLM	
	Section 2: Lots 1,2,7,8,9,10,11	
	$S\frac{1}{2}$ , $S\frac{1}{2}N\frac{1}{2}$	



RELINQUISHMENT OF METALLIFEROUS MINERALS LEASES

The lessees under the metalliferous minerals leases listed below have filed relinquishments of these leases. These leases should be terminated and the lands should be offered for lease by simultaneous filing.

<u>Lease No.</u>	<u>Lessee</u>	<u>Description</u>	
ML 37251	Exxon Corporation	T35S, R2E, SLM. Sec. 10: NE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 11: NW $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 16: NW $\frac{1}{4}$ NE $\frac{1}{4}$ , SE $\frac{1}{4}$ , W $\frac{1}{2}$ Sec. 32: All Sec. 36: All	Garfield County 1874.25 acres
ML 37252	Exxon Corporation	T34S, R2E, SLM. Sec. 32: All	Garfield County 640.00 acres
ML 32024	Phelps Dodge Corp.	T27S, R4W, SLM. Sec. 36: All	Piute County 640.00 acres
ML 34650	Raymond Chorney	T29S, R15E, SLM. Sec. 32: All	Wayne County 640.00 acres
ML 34651	Raymond Chorney	T30S, R15E, SLM. Sec. 16: All	Wayne County 640.00 acres
ML 34652	Raymond Chorney	T30S, R15E, SLM. Sec. 2: All	Wayne County 639.72 acres
ML 34871	Shell Oil Company	T24S, R3W, SLM. Sec. 16: NE $\frac{1}{4}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$ NW $\frac{1}{4}$ , SW $\frac{1}{4}$	Sevier County 280.00 acres

Upon recommendation of Mr. Prince, the Director approved the above relinquishments of Metalliferous Minerals Leases.

REQUEST FOR APPROVAL OF THE WHITMORE UNIT

Mountain Fuel Supply Company has submitted the Whitmore Unit in Carbon County, Utah, to this office for approval. The Whitmore Unit is located in Carbon County approximately 10 miles northeast of the town of Price. The Unit contains 13,847.74 acres of which 9,927.74 acres or 71.69213% are Federal lands and 40.00 acres or .2885% are State lands, and 3,880 acres or 28.01902% are private lands. This agreement provides that the operator will, within six months after the effective date of the unit, commence drilling a well of a depth sufficient to test the Blackhawk formation, but not to exceed 3,500 feet. The only State lease included in this unit has been committed to the unit. The unit agreement and the Approval-Certification-Determination contain the necessary State Land provisions and the Staff recommends that this unit be approved.

ML 27808 Union Oil Company of California

Upon recommendation of Mr. Prince, the Director approved the above unit.

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REQUEST FOR APPROVAL OF THE BURR DESERT II UNIT *ELUB*  
*bp*

Southland Royalty Company, operator of the Burr Desert II Unit, has submitted this unit for approval by the State of Utah. The Burr Desert II Unit is located 16 miles southeast of Hanksville in Wayne County, Utah. This unit contains 22,190.65 acres of which 19,768.37 acres or 89.08 percent are Federal lands and 2,422.28 acres or 10.92 percent are State lands. The unit agreement provides that the operator will, within six months after the effective date of the unit, commence the drilling of a well of a depth sufficient to test the upper 10 feet of the Molas Formation, but not to exceed 5,710 feet. This unit is on the standard unit agreement form and contains all of the necessary State Land provisions.

The following are the State of Utah leases in this unit.

ML 27264	Sohio Petroleum Company
ML 27272	Southland Royalty Company et al
ML 27774	Southland Royalty Company et al
ML 27775	Southland Royalty Company et al

These leases have been committed to the unit.

Upon recommendation of Mr. Bonner, the Director approved the above Unit.

TERMINATION OF THE OIL CANYON UNIT *ELUB*  
*bp*

Del-Rio Drilling Programs, Inc., operator of the Oil Canyon Unit, has furnished this office with evidence that this unit was terminated by the United States Geological Survey effective June 4, 1981.

The records of the following oil, gas, and hydrocarbon leases should be noted to show this termination.

ML 21718	Exxon Corporation - 62.5%
	Natural Gas Corporation of California - 37.5%
ML 21719	Natural Gas Corporation of California - 37.5%
	Mono Power Company - 37.5%
	Chorney Oil Company - 25%
ML 21720	Natural Gas Corporation of California - 37.5%
	Mono Power Company - 37.5%
	Chorney Oil Company - 25%
ML 21721	Exxon Corporation - 62.5%
	Natural Gas Corporation of California - 37.5%
ML 22324	Exxon Corporation - 62.5%
	Natural Gas Corporation of California - 37.5%

The terms of these leases are not effected by the termination of this unit.

Upon recommendation of Mr. Bonner, the Director approved the above termination.

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RIGHTS OF WAY

RIGHT OF WAY No. 2192

Texas Oil and Gas Corporation. 1800 Lincoln Center Building, Denver, CO 80264 requests an easement for a 20 foot wide access road to an exploration well site, total length 4900 feet or 297 rods across the following State lands: *DER*  
*rs*

Township 17 South, Range 24 East, SLB&M	
Section 2: E $\frac{1}{2}$ NE $\frac{1}{4}$	Grand County
Township 16 South, Range 24 East, SLB&M	
Section 36: E $\frac{1}{2}$	Grand County

RIGHTS OF WAY

RIGHT OF WAY No. 2192 - (CONTINUED)

The initial payment is \$4.00 per rod totaling \$1,188.00, plus a \$20.00 application fee, totaling \$1,208.00; school fund and a \$10.00 fee every third year beginning January 1, 1984.

Upon recommendation of Mr. Pratt, the Director approved the above right of entry.

RIGHT OF ENTRY No. 2194

Digiseis Exploration Inc., Party 200, 170 - 7108 Alton Way, Englewood, CO 80112 requests permission to conduct seismic survey - shothole across the following State lands: PEP RS

Township 25 South, Range 18 East, SLB&M	
Section 32	Grand County
Township 24 South, Range 18 East, SLB&M	
Section 36	Grand County
Township 24 South, Range 19 East, SLB&M	
Section 2, 16	Grand County
Township 23 South, Range 19 East, SLB&M	
Section 36	Grand County
Township 23 South, Range 20 East, SLB&M	
Section 2	Grand County
Township 24 South, Range 19 East, SLB&M	
Section 2, 16	Grand County
Township 23 South, Range 19 East, SLB&M	
Section 2	Grand County
Township 22 South, Range 20 East, SLB&M	
Section 36	Grand County
Township 21 South, Range 21 East, SLB&M	
Section 2, 16, 32	Grand County
Township 20 South, Range 21 East, SLB&M	
Section 2, 36	Grand County
Township 23 South, Range 22 East, SLB&M	
Section 2, 16	Grand County
Township 22 South, Range 22 East, SLB&M	
Section 36	Grand County
Township 22 South, Range 23 East, SLB&M	
Section 2, 16	Grand County
Township 21 South, Range 23 East, SLB&M	
Section 34, 35, 36	Grand County

The fee for a seismic survey - shothole method is \$20.00/hole @ 32 holes totaling \$640.00, plus a \$20.00 application fee totaling \$660.00; school fund. Upon recommendation of Mr. Pratt, the Director approved the above right of entry with a December 1, 1981 expiration date.

RIGHT OF ENTRY No. 2202

Sefel Geophysical, 2015 Cherokee St., Denver, CO 80223 requests permission to conduct a seismic survey -- vibroseis method across the following State lands: PEP RS

Township 38 South, Range 23 East, SLB&M	
Section 2	San Juan County
Township 37 South, Range 23 East, SLB&M	
Section 36	San Juan County
Township 29 South, Range 21 East, SLB&M	
Section 32: N <sub>2</sub> , N <sub>2</sub> SW <sub>4</sub> , SW <sub>2</sub> SW <sub>4</sub> , NE <sub>1</sub> NE	San Juan County
Township 38 South, Range 21 East, SLB&M	
Section 32	San Juan County
Township 35 South, Range 18 East, SLB&M	
Section 32	San Juan County

RIGHT OF ENTRY No. 2202 - (CONTINUED)

The fee for a seismic survey - vibroseis method is \$50.00 per mile @ 5 miles totaling \$250.00, plus a \$20.00 application fee totaling \$270.00; school fund.

Upon recommendation of Mr. Pratt, the Director approved the above right of entry with an October 1, 1981 expiration date.

RIGHT OF ENTRY NO. 2204

Grant Geophysical, 7535 Flint Road, S.E., Calgary, Alberta T2H 1G3 requests permission to conduct a seismic survey - vibroseis method across the following State lands:

Township 36 South, Range 23 East, SLB&M  
Section 16: SE $\frac{1}{4}$  San Juan County  
Township 37 South, Range 22 East, SLB&M  
Section 32: San Juan County  
Township 37 South, Range 22 East, SLB&M  
Section 36: San Juan County  
Township 36 South, Range 22 East, SLB&M  
Section 32: San Juan County  
Township 39 South, Range 26 East, SLB&M  
Section 32: San Juan County  
Township 38 South, Range 25 East, SLB&M  
Section 32: San Juan County

The fee for a seismic survey - vibroseis method if \$50/mile @ 2 miles totaling \$100.00, plus a \$20.00 application fee totaling \$120.00; school fund.

Upon recommendation of Mr. Pratt, the Director approved the above right of entry with an October 1, 1981 expiration date.

RIGHT OF ENTRY No. 2207

Micro Geophysics Corp., 10900 West 44th Ave., Wheat Ridge, CO 80033 requests permission to conduct an induced and self potential mineral survey across the following State lands:

Township 40 South, Range 18 East, SLB&M  
Section 2: W $\frac{1}{2}$  San Juan County  
Township 40 South, Range 18 East, SLB&M  
Section 16: SE $\frac{1}{2}$ SW $\frac{1}{4}$ , SE $\frac{1}{4}$ , SE $\frac{1}{4}$ NE $\frac{1}{4}$  San Juan County  
Township 36 South, Range 21 East, SLB&M  
Section 16: W $\frac{1}{2}$ , NE $\frac{1}{4}$  San Juan County

The fee for a mineral survey is \$50.00/mile @ 4.2 miles totaling \$210.00, plus a \$20.00 application fee totaling \$230.00; school fund.

Upon recommendation of Mr. Pratt, the Director approved the above right of entry with an October 1, 1981 expiration date.

AMENDMENT OF RIGHT OF WAY No. 651 and 810

Northwest Pipeline Corporation, 315 East 200 South, P. O. Box 1526, Salt Lake City, UT 84110, has requested to modify the proposed replacment project of Trunk A, Grand Valley Gathering System as follows:

1. Replacement pipe to e the same diameter 3 $\frac{1}{2}$ " as the existing pipe.
2. Pipeline to be placed on surface.

This request is modifying the original amendment of March 23, 1981.

Upon recommendation of Mr. Pratt, the Director approved the above amendment.



GRAZING PERMITS

GRAZING PERMIT CANCELLATION AND REFUND

GP 21249

Mr. Thomas M. Brotherson, Box 101, Mt. Pleasant, UT 84647 has requested cancellation of Grazing Permit No. 21249 and a refund for the 1981 grazing fees (\$235.53) and the reinstatement fee (\$15.00). A new Grazing Permit No. 21758 for the same State land was issued to the c/o Owen Peel, Box 305, Mt. Pleasant, UT 84647 in 1981 and a double payment occurred for the same property. Total refund due is \$250.53. Payment should be mailed to Mr. Brotherson, payable to Thomas M. Brotherson, Wayne Poulsen, Charles McKay, Bert Sorensen.

*PEP  
RS*

Upon recommendation of Mr. Pratt, the Director approved the above.

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RANGE IMPROVEMENT AND AMORTIZATION *LHB giv*

GP # 20420

Parker Mountain Grazers Association has applied to the Division for some assistance in putting up a quarter mile of fence where the existing fence has been destroyed. The Division will supply the materials and the Association the labor. They also desire to pay their share of the cost of the materials 60% in one payment rather than amortized over a 10 year period. This amounts to \$228.60 to be applied to GP #20420 for range improvement.

Upon recommendation of Mr. Brown, the Director approved the above range improvement and amortization.

RIGHTS OF WAY APPLICATIONS *LHB giv*

Right of Entry No. 2208

Geophysical Service Inc., c/o Jean Son, General Delivery, Delta, Utah 84624, requests permission to conduct a seismic survey (vibroseis) across the following state lands:

Township 17 South, Range 11 West  
Section 36 Millard

Township 18 South, Range 11 West  
Section 2 Millard

Township 18 South, Range 14 West  
Section 16 Millard

Township 18 South, Range 15 West  
Section 2 Millard

The fee for a seismic survey - vibroseis method is \$50.00/mile @ 4 miles totaling \$200.00, plus a \$20.00 application fee totaling \$220.00; school fund. Upon recommendation of Mr. Brown, the Director approved the above right of way with a December 1, 1981 expiration date.

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RIGHTS OF WAY

RIGHT OF WAY No. 2206

MMW

Texas Oil and Gas Corporation, Fidelity Union Tower, Dallas, TX 75201, requests an easement for a road right of way on an existing road 672 rods long across the following State lands:

Township 12 South, Range 24 East, SLB&M  
Section 2                      Uintah County  
Township 11 South, Range 24 East, SLB&M  
Section 36                      Uintah County

The initial payment is \$4.00 per rod at 672 rods totaling \$2,688.00, plus a \$20.00 application fee, totaling \$2,708.00; school fund and a \$20.00 fee every third year beginning January 1, 1984.

Upon recommendation of Mr. Wall, the Director approved the above right of way.

RIGHT OF ENTRY No. 2203

MMW

Engineering Specialities, Inc., Field Crew No. 1, P. O. Box 1523, Conroe, TX 77301 requests permission to conduct a seismic survey - primacord method across the following State lands:

Township 2 North, Range 24 East, SLB&M  
Section 16: E $\frac{1}{2}$                       Daggett County

The fee for a seismic survey - primacord method is \$50.00 per mile @ one mile totaling \$50.00, plus a \$20.00 application fee totaling \$70.00; school fund.

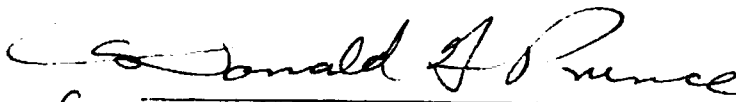
Upon recommendation of Mr. Wall, the Director approved the above right of entry with an October 15, 1981 expiration date.

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INTEREST RATES

Prime Rate	20-1/2	11-1/2
Federal Funds	9-1/2	13-7/8
Discount Rate	13.	11.

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for WILLIAM K. DINEHART, DIRECTOR  
DIVISION OF STATE LANDS AND FORESTRY

  
BECKY PRITHETT, SECRETARY

ARCHIVES APPROVAL NUMBER 7900209